GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:4907
ANSWERED ON:31.03.2017
Loans to MSMEs
Swami Maharaj Dr. Sakshi

Will the Minister of FINANCE be pleased to state:

(a) the details of the target set and achievement made by the banks to provide loans to Micro, Small and Medium Enterprises (MSMEs) sector during the last three years;
(b) whether the Government has established special branches of the Public Sector Banks to provide loan to MSMEs sector; and
(c) if so, the details thereof, bank/State/UT-wise ?

Answer

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE

(a) The Reserve Bank of India (RBI) has mandated banks since April 23, 2015 to provide 7.5% of Adjusted Net Bank Credit (ANBC) or Credit Equivalent of Off-Balance Sheet Exposure, whichever, is higher to Micro Enterprises under Priority Sector Lending (PSL) norms. Details of the last three years are given at Annex I.
Further, on the basis of the recommendations of the Prime Minister's Task Force on Micro, Small and Medium Enterprises (MSME), Banks were advised to :
i. achieve a 20 per cent Year-on-Year growth in credit to Micro and Small Enterprises (MSEs),
ii. allocate 60% of the MSE advances to the Micro Enterprises and
iii. achieve a 10% annual growth in number of Micro Enterprise accounts.

The performance of banks with respect to above mentioned target for the last three years is given at Annex I.
(b) Public Sector Banks (PSBs) were advised by RBI to operationalise at least one specialized MSME branch in every district and centre having a cluster of MSME enterprises.
(c) Details are at Annex II.
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Annex I
I. Details of lending to Priority Sector-Micro Enterprises by banks for last 3 years
(Amount in Rs.crore)
As on March 31 of the Financial Year Public Sector Banks Private Sector Banks
ANBC Micro Enterprises-Outstanding % of ANBC ANBC Micro Enterprises-Outstanding % of ANBC
1 2 3 4 5 6 7
2014 4110591.37 N.A. N.A. 1058403.49 N.A. N.A.
2015 4689464.99 N.A. N.A. 1238489.56 N.A. N.A.
2016 5056593.76 321575.75 6.36 1468980.59 116473.45 7.93

II. Details of targets for lending to MSE sector by banks for last three years

Particulars Public Sector Banks
(26) (27) (27) Private Sector Banks
(20) (20) (21) Foreign Banks
(32) (41) (43) All Scheduled Commercial banks
(78) (88) (91)
Mar 2014 Mar 2015 Mar 2016 Mar 2014 Mar 2015 Mar 2016 Mar 2014 Mar 2015 Mar 2016 Mar 2014 Mar 2015 Mar 2016
Attaining of target of 60% of MSE to Micro Enterprises 11 7 8 7 7 6 3 3 2 21 17 16
10 % y-o-y growth in number of Micro enterprises 16 12 22 10 14 11 7 5 6 33 31 39
20% y-o-y growth in credit to MSE sector 21 7 3 14 9 9 6 9 7 41 25 19
Source : RBI

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SPECIALISED MSME BRANCHES--STATE-WISE AS ON MARCH 31, 2016 Annex-II
Name of Bank Assam Andhra Pradesh Andaman and Nicobar Arunachal Pradesh Bihar Chhatt-isgarh Gujarat Goa Haryana

Himachal Pradesh J&K Jharkhand Karnataka Kerala West Bengal Sikkim Daman Dadara N.H. Changi- garh Pudu- chery
Allahabad Bank 3 7
Andhra Bank 6 1 1 1
BOB 1 24 1 1 1 1 1 1
BOI 2 2 9 3 7 6 4 5 1
BOM 1 3 1 2
Canara Bank 2 4 3 2 6 2 8 2 1 3 24 12 4 1 1
CBI 19 12 35 17 49 3 15 8 9 16 6 2 45 1 1
Corporation Bank 6 3 1 10 3 4 1 21 6 4
Dena Bank 1 1 1 6 37 3 3 3 6
Indian Bank 1 8 1 2 3 1 2 1 4 1 3 1
IOB 2 2 1 1 2 1 1
OBC 1 3 1 1 1
PNB 7 4 20 10 1 1 1 1
P&S Bank 1 1 3 4 7 3 5 1 3 4
Syndicate Bank 8 2 1 4 1 14 3 2
United Bk of India 16 7 4 4 12 1 4 1 1 5 4 1 42 1 1 1
Union Bank of India 6 14 5 6 40 2 7 1 1 4 18 15 16 2
UCO Bank 2 1 3 1 3 1 2 1 1 1 13
Vijaya Bank 3 1 1 5 4 1 12 2 1
SBI 19 38 1 2 16 82 7 16 8 1 5 27 21 12 2 1
SBBJ 2 2
SB Hyderabad 24 4
SB Mysore 20
SB Patiala 8 2 1
SB Travancore 10
IDBI Bank
Bharatiya Mahila Bank
Total 67 137 0 1 68 64 298 24 119 40 20 51 166 73 168 2 1 1 12 6

SPECIALISED MSME BRANCHES--STATE-WISE AS ON MARCH 31, 2016
Name of Bank Maharashtra Mehghalya Manipur Mizoram Madhya Pradesh Nagaland New Delhi Orissa Punjab Rajasthan Tamil Nadu Telangana Tripura Uttarkhand Uttar Pradesh Lakshadweep Total
Allahabad Bank 2 2 1 2 1 18
Andhra Bank 1 3 6 19
BOB 8 2 2 3 13 2 2 9 72
BOI 14 5 5 2 5 7 10 3 10 100
BOM 28 1 2 38
Canara Bank 14 4 7 4 9 10 19 2 3 18 165
CBI 49 1 2 1 38 1 26 16 24 14 26 2 10 85 533
Corporation Bank 10 2 3 3 3 3 11 3 12 109
Dena Bank 32 5 2 7 2 9 1 3 122
Indian Bank 9 1 1 2 3 24 1 4 73
IOB 1 1 12 1 1 1 27
OBC 5 4 16
PNB 2 6 13 6 3 1 2 9 87
P&S Bank 3 9 10 1 28 5 1 4 15 108
Syndicate Bank 4 2 2 1 2 1 9 1 11 1 69
United Bk of India 9 1 4 1 3 9 7 4 9 8 8 1 11 180
Union Bank of India 45 14 13 4 10 10 25 15 1 6 40 320
UCO Bank 4 2 1 4 2 3 3 2 2 52
Vijaya Bank 3 1 3 1 1 3 2 6 2 1 8 61
SBI 80 4 1 28 2 15 10 16 8 56 27 2 6 48 561
SBBJ 1 1 3 2 22 2 1 36
SB Hyderabad 8 1 1 38
SB Mysore 20
SB Patiala 1 17 1 30
SB Travancore 10
IDBI Bank 0
Bharatiya Mahila Bank 0
Total 325 6 6 4 117 3 111 57 158 119 232 61 14 40 292 1 2864
Source : RBI